# FISCAL NOTE

## HB 1112 - SB 1663

March 29, 2007

**SUMMARY OF BILL:** Requires qualifying offenses, convictions, or acts for which a person's commercial driver license may be suspended or revoked to have occurred less than 10 years from the date the license is to be suspended or revoked.

#### **ESTIMATED FISCAL IMPACT:**

Decrease State Revenues - Not Significant Decrease State Expenditures - Not Significant

Other Fiscal Impact – According to the Departments of Safety and Transportation, the provisions of this bill will place the State of Tennessee in noncompliance with 49 CFR 383.51(b) relative to federal commercial driver license law. The penalty for noncompliance is a five percent reduction in the first year and a ten percent reduction in the second and subsequent years in federal funds appropriated in accordance with USC Title 23 Section 104(b). The estimated penalty based upon current funding levels will be approximately \$22.5 million in FY07-08 and approximately \$45 million in FY08-09 and thereafter.

### Assumptions:

- There will be few instances where the Department of Safety takes revocation or suspension action after ten years have passed.
- Any decrease in state revenues from fewer reinstatement fees being received as a result of fewer licenses being revoked or suspended will be not significant.
- Any decrease in state expenditures as a result of suspending or revoking fewer licenses will be not significant.

## **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director